

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 2831 - HB 3327

February 6, 2012

SUMMARY OF BILL: Requires the Commissioner of Finance and Administration (F&A), no later than January 1, 2013, to develop and make publicly available a single, searchable budget database website, including required data for FY12-13.

ESTIMATED FISCAL IMPACT:

**Increase State Expenditures – Exceeds \$250,000/One-Time
Exceeds \$150,000/Recurring**

Assumptions:

- Other states have either implemented similar legislation or have seriously considered implementing similar legislation. The estimated costs vary widely from state-to-state, ranging from \$0 as estimated by the State of Illinois and several others, up to \$1,000,000 as estimated by the State of North Dakota. The State of Kansas initially estimated \$40,000,000, but according to public information actual costs for Kansas have been between \$100,000 and \$200,000.
- Alaska estimated their costs to be \$5,000; Nebraska estimated \$39,000; Nevada estimated \$136,000; Utah estimated \$192,000; Missouri estimated \$293,140; Oklahoma estimated \$300,000; Pennsylvania estimated \$456,850; and Louisiana appropriated \$1,000,000 for such purposes.
- The provisions of this bill require any such database website to be searchable and capable of aggregating information by recipient of funds, amount of funds expended, types of funds (grants, contracts, appropriations, etc.), spending agencies, and the programs for which expenditures are made.
- The database website must also indicate past performance outcomes achieved for all expenditures, expected performance outcomes for any expenditure, and authorized tax exemptions and tax credits.
- Based on the technical requirements for the searchable database website, the one-time increase to state expenditures for the initial creation of the website is reasonably estimated to exceed \$250,000. The increase to recurring state expenditures for

maintenance, support services, firewall security, server space, data entry, and any potential licensing agreements, is reasonably estimated to exceed \$150,000 per year.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/jaw